<u>**Downside for other EM markets that have been relatively less impacted**</u>

- Buy EPI (India) Dec-18 22-strike digital put for 14% (pricing is good for $3mm notional, spot ref: 25.55)
- Indian equities have held up reasonably well through the EM decline and are near all-time highs in local currency terms. If the initial down move in EM equities due to USD strength continues, EM investors could head for the exits at the same time and local markets that have held up reasonably well, like India, would suffer.

EPI near highs in local currency, weakness is through FX translation effect

Martin

Martin Zeman
Director | Key Client Partners

Deutsche Bank Wealth Management
DB Securities Inc